

20 May 2008

Australian Securities Exchange
Companies Announcements Office
Electronic Lodgement System

Dear Sir

PRIVATE PLACEMENT OF SHARES

The directors of Marine Produce Australia Limited (**MPA**) advise that the Company is finalising the issue of 75,000,000 ordinary shares at \$0.015 per share (free of brokerage). The shares will be placed to a Professional and Sophisticated investor who is exempt from the disclosure requirements of Chapter 6D of the Corporations Act.

The placement shares will rank equally with and have the same rights as all existing listed fully paid ordinary shares issued by MPA. As this placement represents less than 15 percent of the securities on issue, shareholder approval is not required to be sought in relation to this issue.

The \$1,125,000 raised from the placement will be used to further the Company's expansion at its Cone Bay Saltwater Barramundi farming business.

The transaction is expected to be settled on or before 23 May 2008 and shares allotted on or about 26 May 2008.

JEAN MATHIE
COMPANY SECRETARY